Exhibit B.

FILED

HOY 3 0 1992

UNITED STATES DISTRICT COURT DISTRICT OF NEW JERSEY

WILLIAM T. WALSH A1 8:30-CLERK

CAMDEN VICINAGE

VICKI A. O'MEARA Acting Assistant Attorney General Environment and Natural Resources By: Paul Blaine (PB 5422) Division U.S. Department of Justice By: David E. Street (DS 0802) Senior Attorney

Environmental Enforcement Section P.O. Box 7611, Ben Franklin Station Washington, D.C. 20044 (202) 514-5471

MICHAEL CHERTOFF United States Attorney Assistant U.S. Attorney 401 Market Street, Fifth Floor Camden, New Jersay 08101 (609) 757-5412

:-:

UNITED STATES OF AMERICA,

Plaintiff.

v.

ALLIED-SIGNAL INC.; ATLANTIC CITY ELECTRIC COMPANY: THE BOEING COMPANY; CROWN CORK & SEAL CO., INC.; DRESSER INDUSTRIES, INC.; E.I. DUPONT DE NEMOURS AND COMPANY;) INTERNATIONAL FLAVORS AND FRAGRANCES INC.; MONSANTO COMPANY; ROHM AND HAAS COMPANY: ROLLINS ENVIRONMENTAL SERVICES (NJ), INC.; and TEXACO INC.

Defendants.

HON. JOSEPH E. IRENAS

CIV. NO. 92-1253 (JEI)

FIRST AMENDED COMPLAINT

The United States of America, by authority of the Attorney General of the United States and on behalf of the Administrator of the United States Environmental Protection Agency ("EPA"), alleges as follows:

()

PRELIMINARY STATEMENT

1. This is a civil action brought pursuant to Section 107(a) of the Comprehensive Environmental Response, Compensation, and Liability Act, as amended ("CERCLA"), 42 U.S.C. § 9607(a). By this action, the United States seeks to recover costs which have been incurred by the United States in response to the release and threatened release of hazardous substances at the Bridgeport Rental and Oil Services Site (hereinafter "the BROS Site" or "Site"), located on Cedar Swamp Road, Township of Logan, Gloucester County, New Jersey. Pursuant to Section 113(g)(2) of CERCLA, 42 U.S.C. § 9613(g)(2), the United States also requests a declaratory judgment that the named defendants are liable for all response costs which may be incurred by the United States at the BROS Site in the future.

JURISDICTION AND VENUE

- 2. This Court has subject matter jurisdiction over this action pursuant to Sections 107(a) and 113(b) of CERCLA, 42 U.S.C. §§ 9607(a) and 9613(b), and 28 U.S.C. §§ 1331, 1345 and 1355.
- 3. Venue is proper in this district pursuant to Section 113(b) of CERCLA, 42 U.S.C. § 9613(b), and 28 U.S.C. §§ 1391(b) and (c) because the releases or threatened releases of hazardous substances that gave rise to this claim occurred in this district.

ノ **- 3** :

DEFENDANTS

- 4. Defendant Allied-Signal, Inc. ("Allied") is a corporation organized and existing under the laws of the State of Delaware. Its principal place of business is located at Columbia Road and Park Avenue, Morristown, New Jersey 07960.
- 5. Defendant Atlantic City Electric Company ("Atlantic") is a corporation organized and existing under the laws of the State of New Jersey. Its principal place of business is located at 6801 Black Horse Pike, Pleasantville, New Jersey 08232.
- 6. Defendant The Boeing Company ("Boeing") is a corporation organized and existing under the laws of the State of Delaware. Its principal place of business is located at 7755 East Marginal Way South, Seattle, Washington 98108.
- 7. Defendant Crown Cork & Seal Co., Inc. ("Crown") is a corporation organized and existing under the laws of the State of New York. Its principal place of business is located at 9300 Ashton Road, Philadelphia, Pennsylvania 19114.
- 8. Defendant Dresser Industries, Inc. ("Dresser") is a corporation organized and existing under the laws of the State of Delaware. Its principal place of business is located at 1600 Pacific Avenue, Dallas, Texas 19899.
- 9. Defendant E.I. DuPont de Nemours and Company ("DuPont") is a corporation organized and existing under the laws of the State of Delaware. Its principal place of business is located at 1007 Market Street, Wilmington, Delaware 19807.

J - 4 -

- 10. Defendant International Flavors and Fragrances Inc.

 ("IFF") is a corporation organized and existing under the laws of
 the State of New York. Its principal place of business is
 located at 521 West 57th Street, New York, New York 10019.
- 11. Defendant Honsanto Company ("Monsanto") is a corporation organized and existing under the laws of the State of Delaware. Its principal place of business is located at 800 North Lindbergh Boulevard, Saint Louis, Missouri 63167.
- 12. Defendant Rohm and Haas Company ("Rohm & Haas") is a corporation organized and existing under the laws of the State of Delaware. Its principal place of business is located at Independence Hall West, Philadelphia, Pennsylvania 19105.
- 13. Defendant Rollins Environmental Services (NJ), Inc. ("Rollins") is a corporation organized and existing under the laws of the State of Delaware. Its principal place of business is located on Route 322 West and I-295, P.O. Box 337, Bridgeport, New Jersey 08014.
- 14. Defendant Texaco Inc. is a corporation organized and existing under the laws of the State of Delaware. Its principal place of business is located at 2000 Westchester Avenue, White Plains, NY 10604.
- 15. Each of the defendants referenced in paragraphs 4 through 14 is a "person" as defined in Section 101(21) of CERCLA, 42 U.S.C. § 9601(21).

- 5 -

GENERAL ALLEGATIONS

- 16. The BROS Site occupies approximately thirty acres of land on Cedar Swamp Road in Logan Township, Gloucester County, New Jersey. The Site, owned or operated at times by various companies, including Rollins and Allied, accepted CERCIA hazardous substance from numerous sources, including the following named defendants or their predecessors, who generated those substances and/or transported those substances to the Site: Allied, Atlantic, Boeing, Crown, Dresser, DuPont, IFF, Monsanto, Rohm & Haas, Rollins, and Texaco.
- 17. The Site was listed on EPA's National Priorities List (NPL) on September 1, 1983, and is ranked thirty-fifth on that list.
- 18. The Site is named for its current owner, Bridgeport Rental and Oil Services, Inc. ("BROS"), which operated the Site from April 1969 to October 1981. Prior to that time it was owned by SCS Corporation (from 1966 to 1969) and by Regal Petroleum Products Company (from 1959 to 1966). The Site was used at various times as a waste oil reprocessing, waste disposal, and waste storage facility. The Site is a facility within the meaning of Section 101(9) of CERCLA, 42 U.S.C. § 9601(9).
- 19. From 1967 to 1981, the Site was periodically inspected by local, state and federal governmental authorities. These inspections revealed numerous signs of leaks and spills from storage tanks, lagoon overflows, and other instances of poor housekeeping practices, constituting releases or threats of

- 6 -

releases of hazardous substances, within the meaning of Sections 101(14) and (22) of CERCLA, 42 U.S.C. §§ 9601(14) and (22).

- 20. A series of response actions, including a Remedial Investigation and Feasibility Study ("RI/FS"), was undertaken at the Site by EPA beginning in early 1981. These activities included several lagoon pumpdowns to relieve the threat of overflows, the construction of a fence and a mobile carbon filtration treatment system, and the treatment and disposal of certain of the lagoon contents.
- 21. On December 31, 1984, EPA issued a Record of Decision ("ROD") which selected remedial measures for addressing contamination at the Site. The ROD called for remediation in four phases: (1) installation of a water supply pipeline and individual residential extensions to replace contaminated private water supplies near the Site; (2) dismantling of the tank farm at the Site and disposal of contaminated tank wastes; (3) excavation and treatment by incineration of lagoon wastes; and (4) performance of a second-phase RI/PS to address groundwater contamination migrating off-site. EPA response actions, including treatment of lagoon wastes and performance of a second-phase RI/PS, are currently continuing at the Site.
- 22. The United States has incurred "response costs" as defined in Sections 101(25) and 107(a) of CERCIA, 42 U.S.C. §§ 9601(25) and 9607(a), of approximately \$29,000,000 for response actions related to the Site. The United States will continue to incur additional response costs in connection with the Site.

· - 7 -

23. The defendants have not reimbursed EPA for any of the response costs incurred to date by EPA relating to the Site.

FIRST CLAIM FOR RELIEP

- 24. The statements and allegations set forth in paragraphs 1 through 23 are realleged and incorporated herein.
- 25. The BROS Site is a "facility" within the meaning of Section 101(9) of CERCLA, 42 U.S.C. § 9601(9).
- 26. There have been and continue to be "releases" and "threatened releases" of "hazardous substances" within the meaning of Sections 101(14) and (22) and 107(a) of CERCIA, 42 U.S.C. §§ 9601(14) and (22) and 9607(a), into the environment at the Site.
- 27. As a result of the release or threatened release of hazardous substances from the Site, the United States has incurred "response costs" as defined in Sections 101(25) and 107(a) of CERCLA, 42 U.S.C. §§ 9601(25) and 9607(a), for actions taken in response to the release or threatened release of hazardous substances at and from the Site.
- 28. The response actions and resulting response costs incurred by the United States in connection with the Site and referenced in paragraph 27 above are not inconsistent with the National Contingency Plan, as set forth in 40 C.F.R. Part 300.
- 29. Both Rollins and Allied leased and operated certain portions of the Site, or are successors to a company which leased and operated certain portions of the Site, at the time of disposal of hazardous substances at the Site, and are therefore

- 8 -

"operators" of the Site within the meaning of Section 107(a)(2) of CERCIA, 42 U.S.C. § 9607(a)(2).

- 30. Defendant Rollins accepted hazardous substances for transport to the Site, which Rollins selected, within the meaning of Section 107(a)(4) of CERCLA, 42 U.S.C. § 9607(a)(4), and therefore is liable for response costs incurred by the United States.
- 31. Each of the defendants named in paragraphs 4 through 14 of this Complaint arranged for disposal or treatment, or arranged with a transporter for transport for disposal or treatment, of hazardous substances within the meaning of Section 107(a)(3) of CERCLA, 42 U.S.C. § 9607(a)(3), or is a successor to a company which made such arrangement or arrangements, and therefore is liable for response costs incurred by the United States.
- 32. Pursuant to Section 107(a) of CERCIA, 42 U.S.C. § 9607(a), defendants Allied, Atlantic, Boeing, Crown, Dresser, DuPont, IFF, Monsanto, Robm & Haas, Rollins, and Texaco are jointly and severally liable to the United States for all response costs incurred by EPA at the Site and for interest on the amounts recoverable by the United States in this action.

SECOND CLAIM FOR RELIEF

- 33. The statements and allegations set forth in paragraphs 1 through 32 are realleged and incorporated herein.
- 34. The United States is entitled to a declaratory judgment pursuant to Section 113(g)(2) of CERCIA, 42 U.S.C. § 9613(g)(2), because each of the defendants named in this complaint is liable

U _ , _

to the United States under Section 107(a) of CERCLA, 42 U.S.C. § 9607(a), for all response costs incurred by the United States at the Site in the future.

PRAYER FOR RELIEF

WHEREFORE, The United States respectfully prays that this Court:

- A. Enter judgment in favor of the United States against the defendants, jointly and severally, for all costs incurred by the United States for response actions related to the Site, totalling at least \$29,000,000, plus interest;
- B. Pursuant to Section 113(g)(2) of CERCLA, 42 U.S.C. § 9613(g)(2), and 28 U.S.C. § 2201, enter declaratory judgment for the United States and against the defendants, jointly and severally, providing that defendants are liable for all response costs which may be incurred by the United States in the future at the Site;
- C. Award to the United States its costs and fees in this action: and
- D. Grant such other and further relief as the Court deems appropriate.

Respectfully submitted,

·: --- (P)

Royer Divisional Action Assistant Attorney General Environment and Natural Resources

United States Department of Justice

Trial Attorney

Environmental Enforcement Section Environment and Natural Resources Division

United States Department of Justice (202) 514-5471

MICHAEL CHERTOFF United States Attorney District of New Jersey

PAUL BLAINE

Assistant United States Attorney 401 Market Street, Fifth Floor Camden, New Jersey 08101

(609) 757-5412

Dated: November 30, 1992

OF COUNSEL:

WILLIAM C. TUCKER Assistant Regional Counsel Environmental Protection Agency, Region II 26 Federal Plaza, Room 309 New York, New York 10278

Exhibit

PITNEY, HARDIN, KIPP & SZUCH

MAIL TO

P.O. BOX 1945

MORRISTOWN, NEW JERSEY 07962-1945

HDEC 17 1992

THE BLACK OF

-

200 CAMPUS DRIVE

FLORHAM PARK, NEW JERSEY 07932

NEWARK OFFICE

33 WASHINGTON STREET
NEWARL NEW JERSEY ONGS

(201) 623-1960

FLORHAM PARK (201) 966-6300

ICCO-858 (212) 926-0331

TELEX 642014
FACSIMILE (201) 966-1550



IMPORTANT!

PLEASE READ IMMEDIATELY

CONTAINS DEADLINES FOR PARTICIPATING IN PROPOSED SETTLEMENT PROCESS

Re: Bridgeport Rental & Oil Services (BROS) Site

Rollins Environmental Services (NJ) Inc., et al. v. United States, et al. Civil Action No. 92-1253 (JEI)

RECEIVED

Dear Colleagues:

WILLIAM H. HYATT, JR.

DIRECT DIAL NUMBER

2011 966-8041

The purposes of this letter are (a) to advise you of recent developments in the litigation relating to the BROS Site; (b) to invite you to participate in a voluntary, informal, non-litigated settlement/mediation process relating to the BROS Site; (c) to transmit to you documents and information required to be sent to you by a case management order entered in the litigation; and (d) to notify you that a meeting is expected to be scheduled in the near future among the litigants and the recipients of this letter at which information will be provided concerning the status of the BROS Site, the status of the litigation, and the settlement/mediation process in which you are invited to participate.

A. The Litigation

Rollins Environmental Services (NJ) Inc. et al. v. United States, et al., No. 92-1253 ("Rollins") was filed on March 20, 1992. United States v. Allied-Signal, Inc., et al., No. 92-2726

Page -2 December 15, 1992

("Allied-Signal") was filed on June 30, 1992. On November 30, 1992, a First Amended Complaint was filed in Allied-Signal. Copies of the Complaints in Rollins and Allied-Signal and the First Amended Complaint in Allied-Signal are enclosed. On October 2, 1992, United States District Judge Joseph E. Irenas consolidated Rollins and Allied-Signal. On November 24, 1992, United States Magistrate Judge Joel B. Rosen entered Case Management Order No. 1 ("CMO I") in the consolidated actions. A copy of CMO I is enclosed.

B. The Settlement Process

CMO I establishes a dual case management approach utilizing simultaneous litigation and settlement tracks. Some of the objectives of the dual track case management approach are described in paragraph 2 at page 3 of CMO I. The settlement track, which includes a voluntary, informal, non-litigated settlement/mediation process, is described in CMO I commencing at paragraph 31 on page 9.

The purpose of this letter is to fulfill the requirements of paragraph 33 of CMO I by inviting you to participate in the BROS Site Settlement Process in lieu of joinder as a defendant in one or both of the pending cases and to provide you with the documents required to be sent to you by that paragraph of CMO I. Accordingly, in addition to the Complaints in Rollins and Allied-Signal, the First Amended Complaint in Allied-Signal and CMO I, you will find enclosed copies of the following:

- 1. A confidential packet of information identifying the evidence currently available linking your company to the BROS Site;
- 2. A set of the Guidelines For Conduct of Reasonable Investigation in BROS Settlement Process Protocol; and
- 3. A Certificate of Commitment to Participate in Informal Discovery and Settlement Negotiations, which Certificate is to be signed and returned no later than January 13, 1992. (PLEASE NOTE THAT THE DECEMBER 13, 1992 DATE CONTAINED IN PARAGRAPH 33(f) OF CMO I IS EXPECTED TO BE CHANGED BY JUDGE ROSEN TO JANUARY 13, 1992.)
- I also enclose copies of (a) a proposed BROS Settlement Process Confidentiality Order and (b) the BROS Settlement Process Protocol.

Page -3 December 15, 1992

C. Scheduling of Meeting

The plaintiffs in <u>Rollins</u> and the defendants in <u>Allied-Signal</u> are expected to schedule a meeting with the recipients of this letter at which information will be provided concerning the status of the BROS Site, the status of the litigation and the settlement/mediation process contemplated by CMO I. You will be advised of the time and place of that meeting shortly. You are encouraged to attend that meeting.

I have been asked, on behalf of the <u>Rollins</u> plaintiffs and the <u>Allied-Signal</u> defendants, to transmit this letter and accompanying materials to you in compliance with the requirements of CMO I. I recognize, however, that if and when any claims may be asserted by the <u>Rollins</u> plaintiffs and the <u>Allied-Signal</u> defendants against you with respect to the BROS Site, such as might be the case if you elect not to participate in the settlement/mediation process contemplated by CMO I, the relationship my firm and I have had with many of you may prevent me from asserting any such claims against those of you with whom my firm and I have had such relationships and, in any such events, the <u>Rollins</u> plaintiffs and <u>Allied-Signal</u> defendants will presumably be represented by other counsel.

I look forward to seeing all of you at the meeting to be scheduled shortly. In the meantime, if you have any questions or would like any further information, please contact me (201) 966-8041 or Jeff Pollock (201) 966-8199.

Very truly yours,

WILLIAM M. HYATT, JR.

WHH:pld Enclosures

Exhibit D.

SWIDLED & BERLIN

3000 K STREET, N W

SUITE 300

WASHINGTON, D.C. 20007-3851

(202) 944-4300

BARRY L. MALTER
ATTORNEY-AT-LAW

DIRECT DIAL (202) 944-4946 TELEX 701131 TELECOPIER: (202) 944-4296

March 11, 1993

VIA FEDERAL EXPRESS

Jeffrey Pollack, Esq.
Pitney, Hardin, Kipp & Szuch
200 Campus Drive
Florham Park, New Jersey 07932

Re: Bridgeport Rental & Oil Services ("BROS") Superfund Site

Dear Jeff:

Pursuant to our telephone conversation with you on Monday, March 8, 1993, we are transmitting herewith Black & Decker's response to the informal interrogatories. This response was prepared after conducting a thorough investigation in accordance with the Guidelines For Conduct of Reasonable Investigation in the BROS Settlement Process Protocol. We have also enclosed a check in the amount of \$1,500.00 to cover Black & Decker's share of the settlement expenses.

Neither the material supplied to Black & Decker by the BROS Settlement Committee nor the information adduced in our investigation reveals a nexus between Black & Decker and the BROS Site. At most, the evidence suggests that A&A Waste Oil ("A&A") removed a waste oil and water mixture from Black & Decker during some periods in the 1970's and early 1980's. Other evidence indicates that material from A&A went to the BROS Site during July 1979 (and in the early to mid-1960's when the Site was operated by Regal Petroleum Company).

There is evidence, however, that A&A utilized sites other than the BROS Site during the period in which Black & Decker may have been a customer of A&A. For example, certain documents indicate that in 1968 to 1972 and in 1974, material from A&A was transported to a facility (which is now also a Superfund site) in Pennsylvania. And it is not clear that Black & Decker material was taken to the A&A facility during the period when A&A may have disposed of material at the BROS Site. There is testimony that a waste oil and water mixture was taken by A&A directly from the

Jeffrey Pollack, Esq. March 11, 1993 Page 2

Black & Decker plant to local quarries (where the mixture was used to settle dust). $^{1\prime}$

Thus, the presently available evidence is not sufficient to confer liability on Black & Decker. While CERCLA may have relaxed the causal connection between conduct and damage traditionally required to prove liability, it did not eliminate it. Under CERCLA, "actual dumping of a defendant's waste at the . . . site is an element of [the plaintiff's] case." United States v. Wade, 577 F. Supp. 1326, 1331 (E.D. Pa. 1983). See also United States v. Marisol, 725 F. Supp. 833, 840 (M.D. Pa. 1989) (causal nexus under CERCLA requires that plaintiff prove by a preponderance of the evidence that a defendant's hazardous substances were deposited at a site).

In sum, although there is evidence that Black & Decker used the services of A&A, there is no evidence that any of Black & Decker's material was transported to the BROS Site.

If you have any questions concerning this material, please feel free to call either of us.

Sincerely,

Barry L. Malter
Julie A Weisman

There is testimony that A&A had been spraying quarry roads for at least seven years prior to 1982.